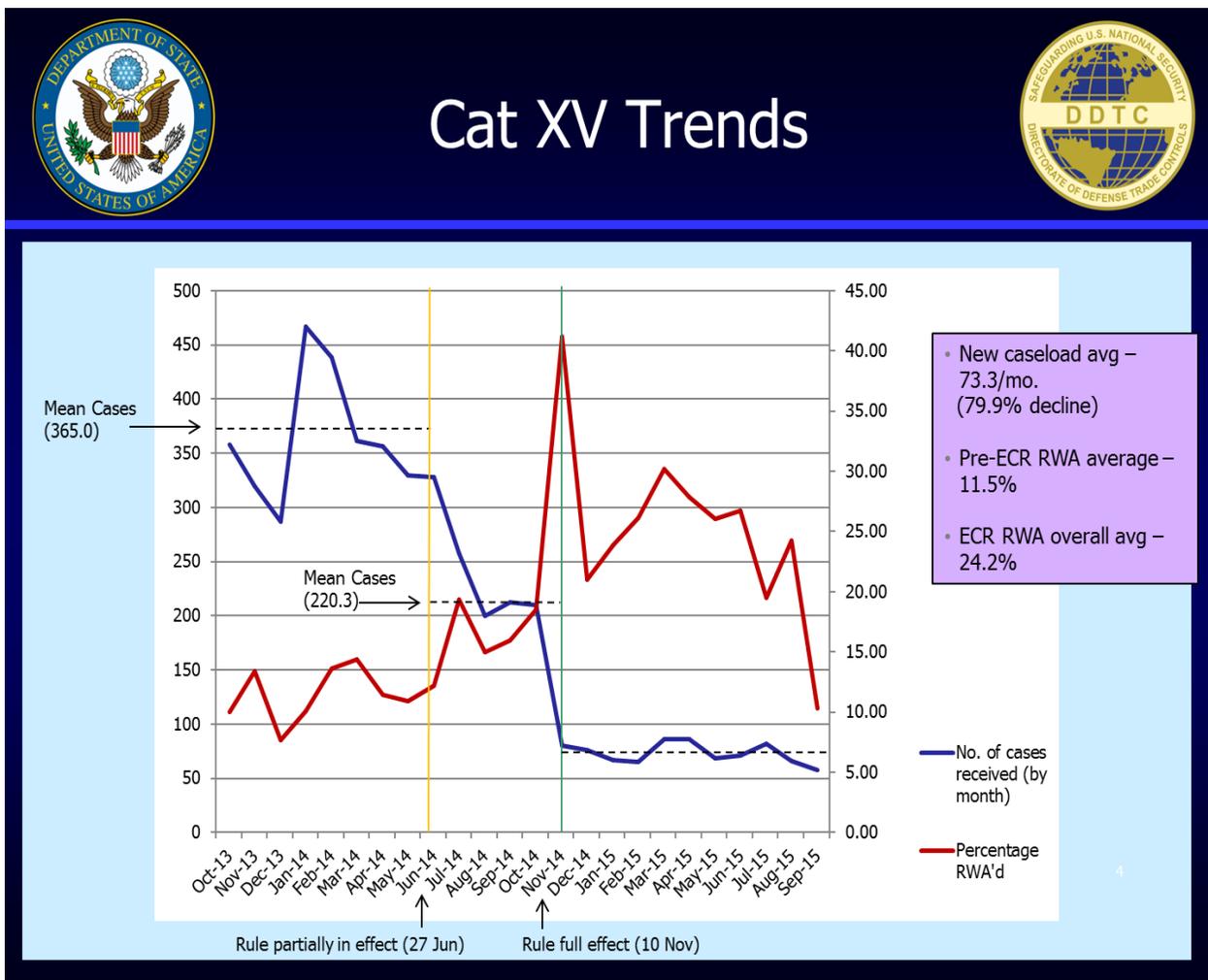


Statistics of the Fourth ECR Transition Rule

Satellites

June 27, 2014 to September 30, 2015

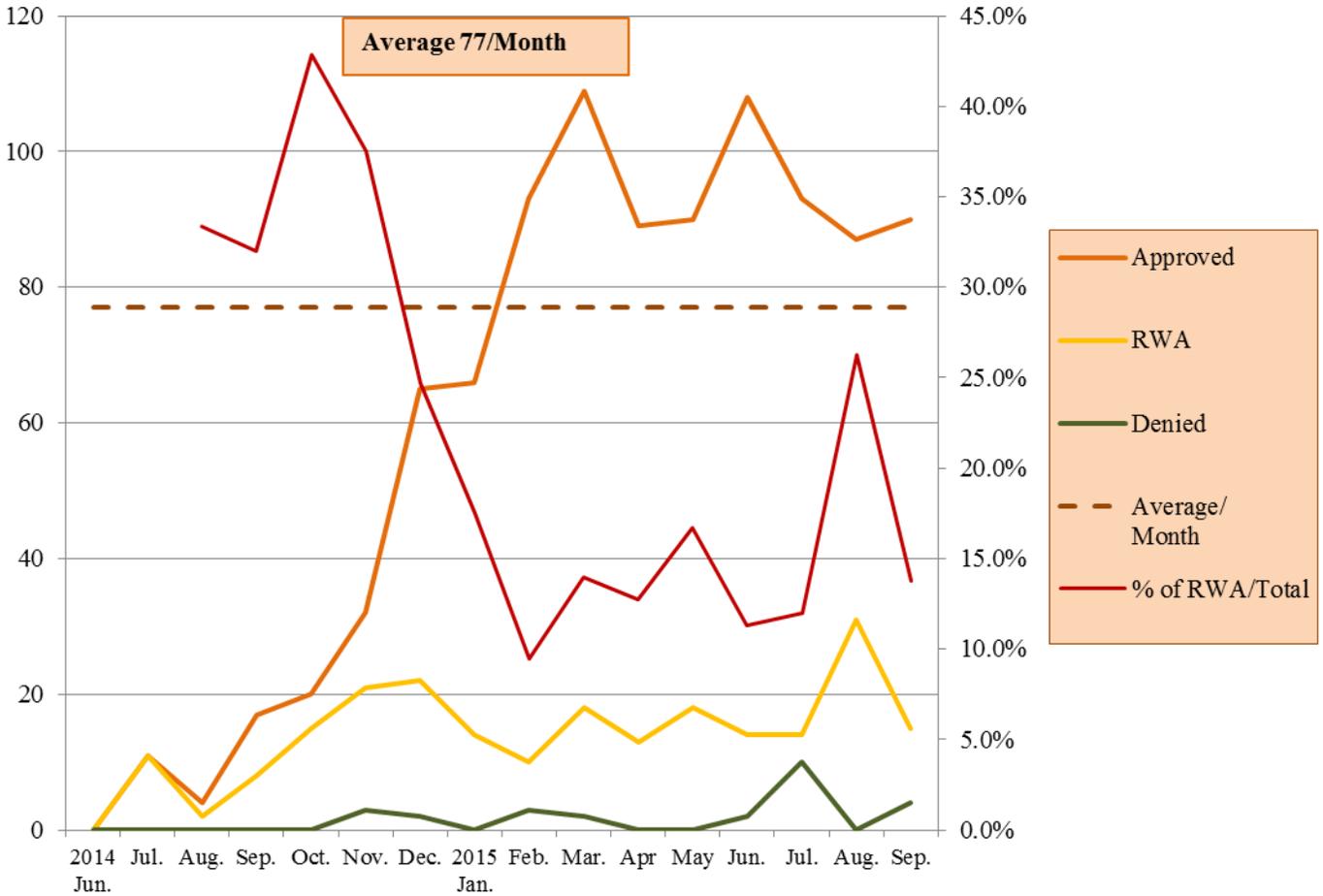
The license applications for items in category XV (Satellites) of the United States Munitions List (USML) have declined 79.9% from an average of 365 to 73 per month through September 30, 2015. The average monthly drop of 292 in license applications is the result of certain items transitioning to the Commerce Control List (CCL) under Export Control Reform (ECR).



Source: The Directorate of Defense Trade Controls of the U.S. Department of State, October 2015

Since the Fourth ECR Transition Rule became effective on June 27, 2014, the average number of BIS license applications for items transitioning from the USML to the CCL is 77 per month through September 30, 2015. The approval rate is 79.4%.

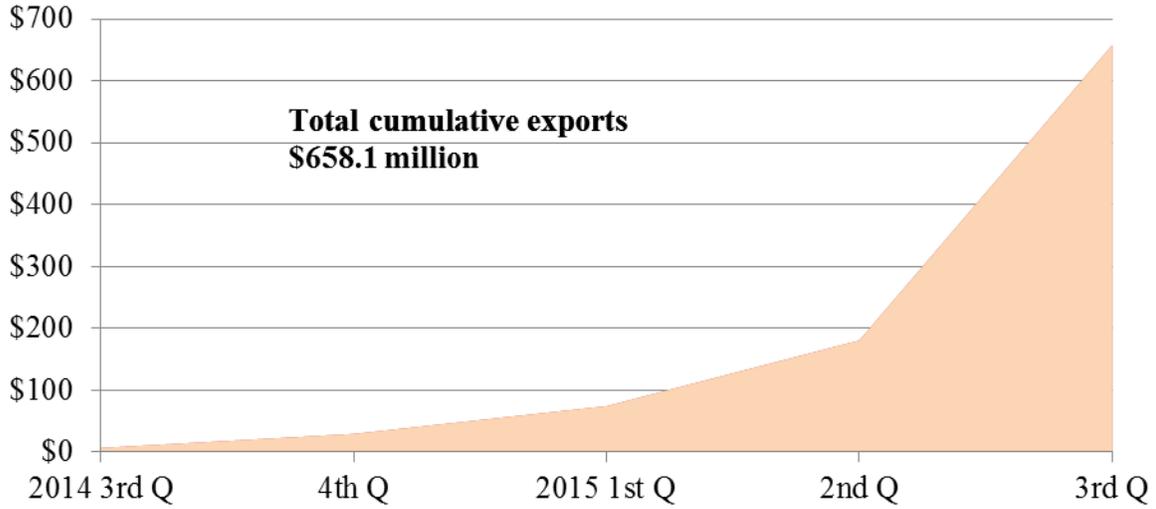
**BIS License Applications for the Fourth ECR Transition Rule
June 27, 2014 to September 30, 2015**



Source: Commerce U.S. Exports Exporter Support System, October 2015

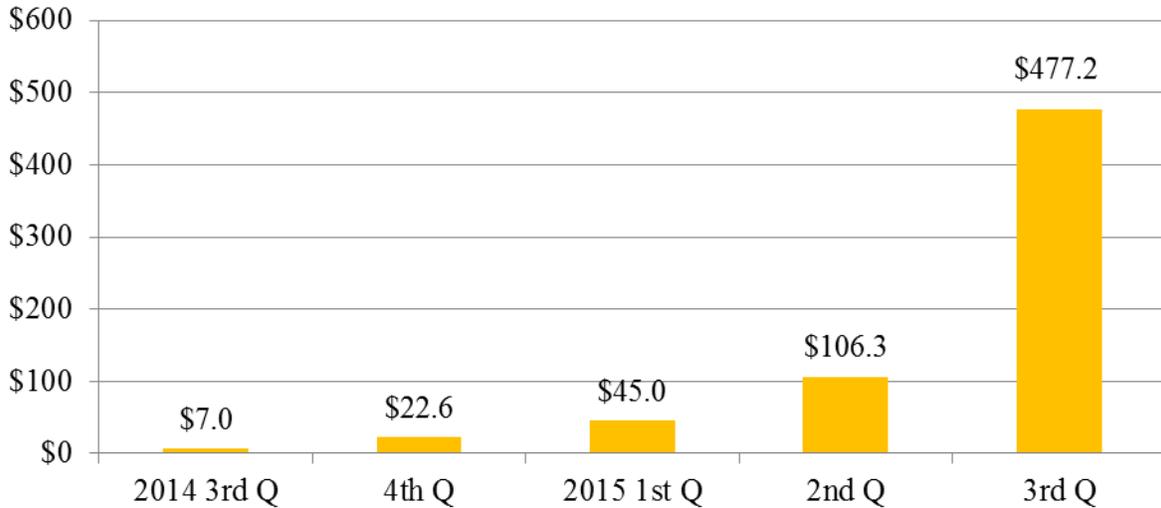
The U.S. exports of 9x515 items under BIS jurisdiction created by the Fourth ECR Transition Rule – Satellites (9x515) totaled 3,026 transactions for \$658.1 million.

**The U.S. Exports of the Fourth ECR Transition Rule Items
under BIS Jurisdiction
June 27, 2014 to September 30, 2015**



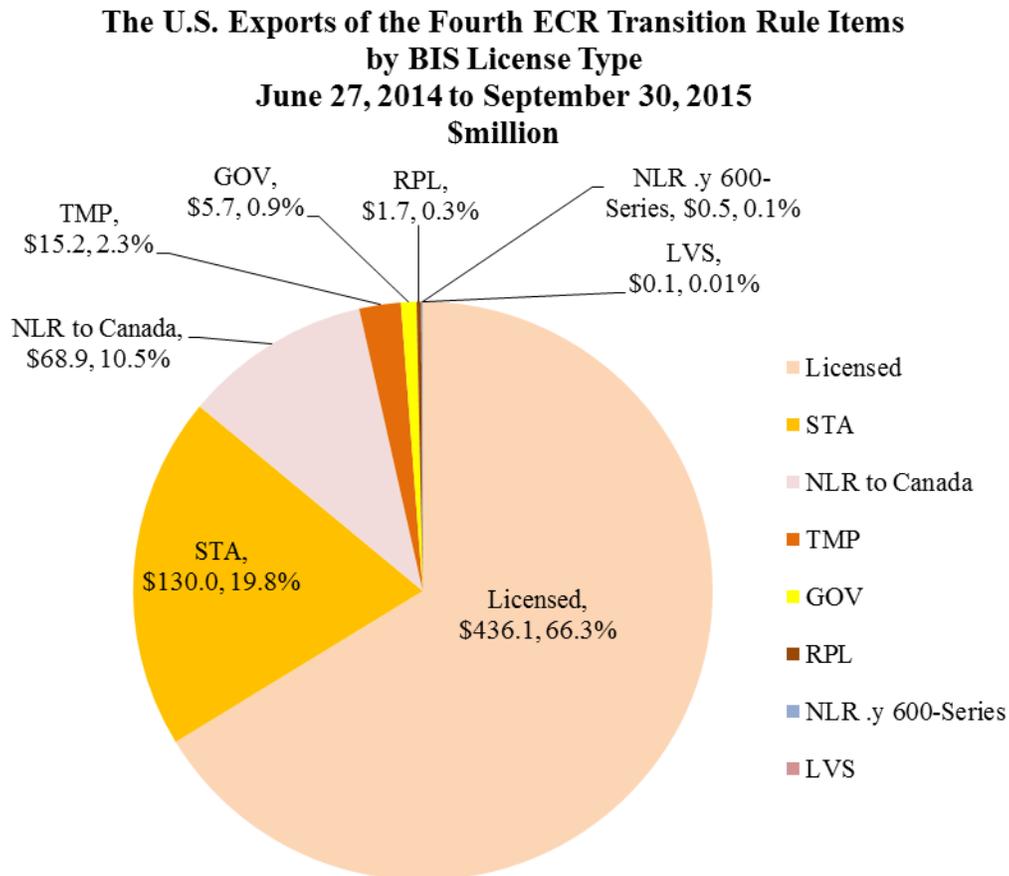
Source: Automated Export System, October 2015

**The U.S. Quarterly Exports of the Fourth ECR Transition Rule Items
under BIS Jurisdiction
June 27, 2014 to September 30, 2015**



Source: Automated Export System, October 2015

Of the \$658.1 million exports of 9x515 items in the Fourth ECR transition rule under BIS jurisdiction, licensed exports totaled \$436.1 million (66.3% of the total); Strategic Trade Authorization (STA) totaled \$130.0 million (19.8%); and No License Required (NLR) for 9x515 items to Canada totaled \$68.9 million (10.5%).



Source: Automated Export System, October 2015

BIS License Exceptions:

STA: Strategic Trade Authorization

NLR: No License Required

TMP: Temporary imports, exports, reexports, and transfers (in-country)

GOV: Governments, international organizations, international inspections under the Chemical Weapons Convention, and the International Space Station

RPL: Servicing and replacement of parts and equipment

LVS: Shipments of limited value